



# RESORTS WORLD BHD.

(Incorporated in Malaysia under Company No: 58019-U)



03037625

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20 November 2003

Securities & Exchange Commission  
Division of Corporate Finance  
Room 3094 (3-G)  
450 Fifth Street, N.W.  
Washington, D.C. 20549  
United States of America



BY FAX/COURIER

Dear Sirs

**RESORTS WORLD BHD.**  
**EXEMPTION NO. 82-3229**

SUPPL

We enclose a copy of the Third Quarterly Report comprising the condensed unaudited Income Statement, Balance Sheet, Statement of Changes in Equity, Cash Flow Statement and Explanatory Notes for the third quarter ended 30 September 2003 for filing pursuant to exemption no. 82-3229 granted to the Company under Rule 12g3-2(b) of the Securities Exchange Act of 1934.

Yours faithfully  
**RESORTS WORLD BHD.**

**TAN WOUI MENG**  
Group Company Secretary

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bcc. Citibank N.A. New York  
Depository Receipts Services  
111, Wall Street  
20th Fl/Zone 7  
New York, NY 10005  
United States of America

Attention: Ms Emi Mak

Jenkins & Gilchrist Parker Chapin LLP  
The Chrysler Building  
405 Lexington Avenue  
New York, New York 10174

Attention : Mr Lloyd Frank, Esq

Milbank, Tweed, Hadley & McCloy  
30 Raffles Place  
14-02 Caltex House  
Singapore 048622

Attention: Mr John Holton



Form Version 2.0

**Financial Results**Ownership transfer to **RESORTS WORLD** on 20-11-2003 04:08:19 PMReference No **RW-031120-CB356**

Submitting Merchant Bank :  
(if applicable)  
Submitting Secretarial Firm Name :  
(if applicable)  
\* Company name : **RESORTS WORLD BHD**  
\* Stock name : **RESORTS**  
\* Stock code : **4715**  
\* Contact person : **TAN WOUI MENG**  
\* Designation : **GROUP COMPANY SECRETARY**

**Part A1 : QUARTERLY REPORT**

\* Quarterly report for the financial period ended : 30-09-2003 ☒ 16  
\* Quarter : ☐ 1 Qtr ☐ 2 Qtr ☒ 3 Qtr ☐ 4 Qtr ☐ Other  
\* Financial Year End : 31-12-2003 ☒ 16  
\* The figures : ☐ have been audited ☒ have not been audited

Please attach the full Quarterly Report here:



RWB-ANNOUNCEMENT.doc

Remarks:

**Part A2 : SUMMARY OF KEY FINANCIAL INFORMATION**

**Summary of Key Financial Information for the financial period ended**  
**\* 30-09-2003**

|   |                          | INDIVIDUAL QUARTER                                |   | CUMULATIVE QUARTER                                |   |
|---|--------------------------|---|---|---|---|
|   |                          | CURRENT YEAR QUARTER *                            | PRECEDING YEAR CORRESPONDING QUARTER              | CURRENT YEAR TO DATE *                            | PRECEDING YEAR CORRESPONDING PERIOD               |
|   |                          | 30-09-2003 <input checked="" type="checkbox"/> 16 | 30-09-2002 <input checked="" type="checkbox"/> 16 | 30-09-2003 <input checked="" type="checkbox"/> 16 | 30-09-2002 <input checked="" type="checkbox"/> 16 |
|   |                          | [dd/mm/yyyy]<br>RM'000                            | [dd/mm/yyyy]<br>RM'000                            | [dd/mm/yyyy]<br>RM'000                            | [dd/mm/yyyy]<br>RM'000                            |
| 1 | Revenue                  | 671,476   | 651,290   | 1,976,442   | 2,070,164   |
| 2 | Profit/(loss) before tax | 308,391   | 269,416   | 626,232   | 767,821   |

|           |   |                                   |         |                                       |         |
|-----------|---|-----------------------------------|---------|---------------------------------------|---------|
| 3         | Profit/(loss) after tax and minority interest | 256,202                           | 196,112 | 450,864                               | 548,106 |
| 4         | Net profit/(loss) for the period              | 256,202                           | 196,112 | 450,864                               | 548,106 |
| 5         | Basic earnings/(loss) per share (sen)         | 23.46                             | 17.96   | 41.29                                 | 50.20   |
| 6         | Dividend per share (sen)                      | 0.00                              | 0.00    | 8.50                                  | 8.50    |
|           |   |                                   |         |                                       |         |
|           |   | AS AT END OF CURRENT QUARTER<br>* |         | AS AT PRECEDING FINANCIAL<br>YEAR END |         |
| 7         | Net tangible assets per share (RM)            | 3.7400                            |         | 3.4500                                |         |
| Remarks : |   |                                   |         |                                       |         |

Note: For full text of the above announcement, please access the KLSE Web site at [www.klse.com.my](http://www.klse.com.my)

### Part A3 : ADDITIONAL INFORMATION

|   |                               | INDIVIDUAL QUARTER       |                                      | CUMULATIVE QUARTER       |                                     |
|---|-------------------------------|--------------------------|--------------------------------------|--------------------------|-------------------------------------|
|   |                               | CURRENT YEAR QUARTER*    | PRECEDING YEAR CORRESPONDING QUARTER | CURRENT YEAR TO DATE*    | PRECEDING YEAR CORRESPONDING PERIOD |
|   |                               | 30-09-2003 <sup>16</sup> | 30-09-2002 <sup>16</sup>             | 30-09-2003 <sup>16</sup> | 30-09-2002 <sup>16</sup>            |
|   |                               | [dd/mm/yyyy]<br>RM'000   | [dd/mm/yyyy]<br>RM'000               | [dd/mm/yyyy]<br>RM'000   | [dd/mm/yyyy]<br>RM'000              |
| 1 | Profit/(Loss) from operations | 246,312                  | 222,261                              | 646,827                  | 692,534                             |
| 2 | Gross interest income         | 4,339                    | 5,335                                | 15,355                   | 11,662                              |
| 3 | Gross interest expense        | 14,989                   | 23,016                               | 57,835                   | 69,416                              |

Note: The above information is for the Exchange internal use only.



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50930 Kuala Lumpur, Malaysia. Tel: 03-21612288, Fax: 03-21615304 Telex: MA 30022.  
Website: <http://www.genting.com.my>

## THIRD QUARTERLY REPORT

Quarterly report on consolidated results for the financial period ended 30 September 2003. The figures have not been audited.

### CONDENSED CONSOLIDATED INCOME STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2003

|  | UNAUDITED<br>INDIVIDUAL<br>QUARTER    |   | UNAUDITED<br>CUMULATIVE<br>PERIOD     |  |
|--|---------------------------------------|---|---------------------------------------|--|
|  | <u>Current year</u><br><u>quarter</u> | <u>Preceding year</u><br><u>corresponding</u><br><u>quarter</u> | <u>Current</u><br><u>year-to-date</u> | <u>Preceding year</u><br><u>corresponding</u><br><u>period</u> |
|  | <u>30.9.2003</u>                      | <u>30.9.2002</u>  | <u>30.9.2003</u>                      | <u>30.9.2002</u>   |
|  | <u>RM'000</u>                         | <u>RM'000</u>   | <u>RM'000</u>                         | <u>RM'000</u>  |
| Revenue  | 671,476                               | 651,290   | 1,976,442                             | 2,070,164  |
| Cost of sales  | (387,529)                             | (386,624)   | (1,195,559)                           | (1,257,721)  |
| <b>Gross profit</b>                                    | <b>283,947</b>                        | <b>264,666</b>  | <b>780,883</b>                        | <b>812,443</b>   |
| Other income   | 8,919                                 | 8,393   | 24,694                                | 19,011   |
| Other expenses   | (46,554)                              | (50,798)  | (158,750)                             | (138,920)  |
| <b>Profit from operations</b>                          | <b>246,312</b>                        | <b>222,261</b>  | <b>646,827</b>                        | <b>692,534</b>   |
| Finance cost   | (14,989)                              | (23,016)  | (57,930)                              | (69,559)   |
| Share of results of associated company                 | 77,068                                | 70,171  | 37,335                                | 113,714  |
| Gain on dilution of investment in associated company   | -                                     | -   | -                                     | 31,132   |
| <b>Profit from ordinary activities before taxation</b> | <b>308,391</b>                        | <b>269,416</b>  | <b>626,232</b>                        | <b>767,821</b>   |
| Taxation   | (52,280)                              | (73,401)  | (175,653)                             | (220,005)  |
| <b>Profit from ordinary activities after taxation</b>  | <b>256,111</b>                        | <b>196,015</b>  | <b>450,579</b>                        | <b>547,816</b>   |

**CONDENSED CONSOLIDATED INCOME STATEMENTS  
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2003**

|                                  | <b>UNAUDITED<br/>INDIVIDUAL<br/>QUARTER</b> |                       | <b>UNAUDITED<br/>CUMULATIVE<br/>PERIOD</b> |                       |
|----------------------------------|---|-----------------------|--|-----------------------|
|                                  | <u>Current year</u>                         | <u>Preceding year</u> | <u>Current</u>                             | <u>Preceding year</u> |
|                                  | <u>quarter</u>                              | <u>corresponding</u>  | <u>year-to-date</u>                        | <u>corresponding</u>  |
|                                  | <u>30.9.2003</u>                            | <u>30.9.2002</u>      | <u>30.9.2003</u>                           | <u>30.9.2002</u>      |
|                                  | <u>RM'000</u>                               | <u>RM'000</u>         | <u>RM'000</u>                              | <u>RM'000</u>         |
| Minority shareholders' interest  | 91  | 97                    | 285  | 290                   |
| <b>Net profit for the period</b> | <b>256,202</b>                              | <b>196,112</b>        | <b>450,864</b>                             | <b>548,106</b>        |
| Basic earnings per share (sen)   | 23.46                                       | 17.96                 | 41.29                                      | 50.20                 |
| Diluted earnings per share (sen) | 23.46                                       | N/A                   | 41.29                                      | N/A                   |

N/A: Not Applicable

*(The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Report for the financial year ended 31 December 2002.)*

|   | Unaudited<br>As at end of<br>current period<br><br>30.9.2003<br>RM'000 | Audited<br>As at preceding<br>financial year<br>end<br>31.12.2002<br>RM'000 |
|---|--|---|
| <b>NON - CURRENT ASSETS</b>               |  |   |
| Property, plant and equipment             | 3,233,867  | 3,226,098   |
| Real property assets                      | 201,197  | 201,197   |
| Associated company                        | 1,985,078  | 1,910,393   |
| Other long term assets                    | 16,989   | 17,055  |
| <b>CURRENT ASSETS</b>                     |  |   |
| Inventories                               | 40,992   | 41,892  |
| Trade and other receivables               | 88,789   | 90,069  |
| Amount due from other related companies   | 6,681  | 5,614   |
| Amount due from associated company        | 545  | 480   |
| Short term investments                    | 223,509  | 419,809   |
| Bank balances and deposits                | 333,813  | 366,818   |
|   | <u>694,329</u>   | <u>924,682</u>  |
| <b>LESS CURRENT LIABILITIES</b>           |  |   |
| Trade and other payables                  | 299,437  | 303,999   |
| Amount due to holding company             | 7,554  | 12,842  |
| Amount due to other related companies     | 38,041   | 32,694  |
| Short term borrowings                     | -  | 473,699   |
| Taxation                                  | 198,144  | 240,832   |
| Dividend payable                          | 66,821   | -   |
|   | <u>609,997</u>   | <u>1,064,066</u>  |
| <b>NET CURRENT ASSETS / (LIABILITIES)</b> | <b>84,332</b>  | <b>(139,384)</b>  |
|   | <u>5,521,463</u>   | <u>5,215,359</u>  |
| <b>SHARE CAPITAL</b>                      | <b>545,922</b>   | <b>545,922</b>  |
| <b>RESERVES</b>                           | <b>3,539,732</b>   | <b>3,223,448</b>  |
| <b>SHAREHOLDERS' EQUITY</b>               | <b>4,085,654</b>   | <b>3,769,370</b>  |
| <b>MINORITY INTERESTS</b>                 | <b>9,392</b>   | <b>9,677</b>  |
| <b>LONG TERM LIABILITIES</b>              |  |   |
| Long term borrowings                      | 809,400  | 809,400   |
| Loan from holding company                 | 371,870  | 371,870   |
| Other long term liabilities               | 134,507  | 144,915   |
| Deferred taxation                         | 110,640  | 110,127   |
| <b>TOTAL LONG TERM LIABILITIES</b>        | <b>1,426,417</b>   | <b>1,436,312</b>  |
|   | <u>5,521,463</u>   | <u>5,215,359</u>  |
| <b>NET TANGIBLE ASSETS PER SHARE (RM)</b> | <b>3.74</b>  | <b>3.45</b>   |

*(The Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Report for the financial year ended 31 December 2002.)*

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY  
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2003**

|  | ← Non-Distributable →   |                            |                             | Distributable                      |                  |
|--|-------------------------|----------------------------|-----------------------------|------------------------------------|------------------|
|  | Share Capital<br>RM'000 | Share<br>Premium<br>RM'000 | Other<br>Reserves<br>RM'000 | Unappropriated<br>Profit<br>RM'000 | Total<br>RM'000  |
| <b>Balance at 1 January 2002</b>   |                         |                            |                             |                                    |                  |
| As previously reported   | 545,922                 | 33,333                     | 4,429                       | 2,728,905                          | 3,312,589        |
| Prior period adjustment – Effect of<br>deferred tax on adoption of MASB 25   | -                       | -                          | -                           | (55,463)                           | (55,463)         |
| As restated  | 545,922                 | 33,333                     | 4,429                       | 2,673,442                          | 3,257,126        |
| Net profit for the financial period  | -                       | -                          | -                           | 548,106                            | 548,106          |
| Appropriation:   |                         |                            |                             |                                    |                  |
| Final dividend paid for the financial year<br>ended 31 December 2001<br>(8.0 sen less 28% income tax)                | -                       | -                          | -                           | (62,890)                           | (62,890)         |
| Interim dividend declared for the current<br>financial year ended 31 December 2002<br>(8.5 sen less 28% income tax)  | -                       | -                          | -                           | (66,821)                           | (66,821)         |
| Other movement during the period   | -                       | -                          | (1,529)                     | -                                  | (1,529)          |
| <b>Balance at 30 September 2002</b>  | <b>545,922</b>          | <b>33,333</b>              | <b>2,900</b>                | <b>3,091,837</b>                   | <b>3,673,992</b> |
| <b>Balance at 1 January 2003</b>   |                         |                            |                             |                                    |                  |
| As previously reported   | 545,922                 | 33,333                     | 3,030                       | 3,241,828                          | 3,824,113        |
| Prior period adjustment – Effect of<br>deferred tax on adoption of MASB 25   | -                       | -                          | -                           | (54,743)                           | (54,743)         |
| As restated  | 545,922                 | 33,333                     | 3,030                       | 3,187,085                          | 3,769,370        |
| Net profit for the financial period  | -                       | -                          | -                           | 450,864                            | 450,864          |
| Appropriation:   |                         |                            |                             |                                    |                  |
| Final dividend paid for the financial year<br>ended 31 December 2002<br>(9.0 sen less 28% income tax)                | -                       | -                          | -                           | (70,751)                           | (70,751)         |
| Interim dividend declared for the current<br>financial year ending 31 December 2003<br>(8.5 sen less 28% income tax) | -                       | -                          | -                           | (66,821)                           | (66,821)         |
| Other movement during the period   | -                       | -                          | 2,992                       | -                                  | 2,992            |
| <b>Balance at 30 September 2003</b>  | <b>545,922</b>          | <b>33,333</b>              | <b>6,022</b>                | <b>3,500,377</b>                   | <b>4,085,654</b> |

*(The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the financial year ended 31 December 2002.)*



**CONDENSED CONSOLIDATED CASH FLOW STATEMENT  
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2003**

|  |  |
|--|--|
| Condensed<br>Current<br>Year-To-Date<br>30.09.2003<br>RM'000 | Condensed<br>Current<br>Year-To-Date<br>30.09.2002<br>RM'000 |
|--|--|

**CASH FLOWS FROM OPERATING ACTIVITIES**

|   |         |         |
|---|---------|---------|
| Profit after minority interests but before taxation | 626,517 | 768,111 |
|---|---------|---------|

Adjustments for:

|  |          |           |
|--|----------|-----------|
| Depreciation of property, plant and equipment                              | 147,988  | 151,988   |
| Interest expense   | 57,835   | 69,416    |
| Interest income  | (15,355) | (11,662)  |
| Share of results of associated company                                     | (37,335) | (113,714) |
| Goodwill written off   | 2,169    | -         |
| Gain on dilution of investment in associated company                       | -        | (31,132)  |
| (Gain) / loss on disposal of short term investment                         | (5,434)  | 3,124     |
| Allowances / (write back) of diminution in value of short term investments | 2,557    | (3,071)   |
| (Net write back) / provision for retirement gratuities                     | (13,074) | 16,316    |
| Allowance for doubtful debts   | 5,841    | 45        |
| Other non-cash items and adjustments                                       | 820      | 3,080     |

**Operating profit before working capital changes**

|         |         |
|---------|---------|
| 146,012 | 84,390  |
| 772,529 | 852,501 |

|                                   |         |          |
|-----------------------------------|---------|----------|
| Net change in current assets      | (4,075) | (21,949) |
| Net change in current liabilities | 20,978  | (34,375) |
|                                   | 16,903  | (56,324) |

**Cash generated from operations**

|         |         |
|---------|---------|
| 789,432 | 796,177 |
|---------|---------|

|                              |           |           |
|------------------------------|-----------|-----------|
| Net tax paid                 | (213,898) | (185,113) |
| Other net operating receipts | 2,514     | 3,355     |
|                              | (211,384) | (181,758) |

**Net Cash From Operating Activities**

|         |         |
|---------|---------|
| 578,048 | 614,419 |
|---------|---------|

**CASH FLOWS FROM INVESTING ACTIVITIES**

|                                  |           |           |
|----------------------------------|-----------|-----------|
| Property, plant and equipment    | (176,175) | (172,074) |
| Investment in associated company | (38,202)  | (53)      |
| Other investments                | 40,357    | 62,666    |

**Net Cash Used In Investing Activities**

|           |           |
|-----------|-----------|
| (174,020) | (109,461) |
|-----------|-----------|

**CASH FLOWS FROM FINANCING ACTIVITIES**

|                        |           |          |
|------------------------|-----------|----------|
| Dividend paid          | (70,751)  | (62,890) |
| Interest paid          | (61,053)  | (67,049) |
| Repayment of term loan | (473,699) | (96,000) |

**Net Cash Used In Financing Activities**

|           |           |
|-----------|-----------|
| (605,503) | (225,939) |
|-----------|-----------|

**NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS**

|           |         |
|-----------|---------|
| (201,475) | 279,019 |
|-----------|---------|

**CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD**

|         |         |
|---------|---------|
| 750,900 | 434,793 |
|---------|---------|

**CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD**

|         |         |
|---------|---------|
| 549,425 | 713,812 |
|---------|---------|

**ANALYSIS OF CASH AND CASH EQUIVALENTS**

|   |                |                |
|---|----------------|----------------|
| Bank balances and deposits                                    | 333,813        | 389,351        |
| Money market instruments (included in short term investments) | 215,612        | 324,461        |
| <b>CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD</b>   | <b>549,425</b> | <b>713,812</b> |

*(The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Report for the financial year ended 31 December 2002.)*

**Part I : Compliance with Malaysia Accounting Standard Board 26 ("MASB 26") "Interim Financial Reporting"**

**a) Accounting Policies and Methods of Computation**

The interim financial report is unaudited and has been prepared in accordance with MASB 26 "Interim Financial reporting" and Paragraph 9.22 of the Kuala Lumpur Stock Exchange ("KLSE") Listing Requirements.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2002. The accounting policies and methods of computation adopted for the interim financial statements are consistent with those adopted for the annual audited financial statements for the year ended 31 December 2002 as well as new approved accounting standards which are effective and applicable for the current financial year.

Consequently, in compliance with MASB 25-Income Taxes, deferred tax liabilities and/or assets are recognised for all temporary differences and this has been applied retrospectively by the Group. However, deferred tax assets are recognised only when it is probable that taxable profits will be available against which the deferred tax assets can be utilised. Deferred tax liability in respect of asset revaluations is also recognised.

The effects of the implementation of MASB 25, which has been applied retrospectively, are summarised below:

**i) Impact on Balance Sheet:**

| <b>Balances as at 31 December 2002:</b> | <b>As previously reported<br/>RM'000</b> | <b>Prior period adjustment<br/>RM'000</b> | <b>As restated<br/>RM'000</b> |
|---|--|---|-------------------------------|
| Reserves:                               |  |   |                               |
| - Unappropriated profit                 | 3,241,828                                | (54,743)                                  | 3,187,085                     |
| Long term liabilities:                  |  |   |                               |
| - Deferred taxation                     | 55,384                                   | 54,743                                    | 110,127                       |

The above restatement of the Group's reserves at the beginning of the year has the effect of reducing the Net Tangible Assets per share from RM3.50 as previously reported to RM3.45.

**ii) Impact on Income Statement:**

| <b>Individual quarter and cumulative period to 30 September 2002:</b> | <b>As previously reported</b> | <b>Prior period adjustment</b> | <b>As restated</b> |
|---|-------------------------------|--------------------------------|--------------------|
| Taxation (RM'000)   |                               |                                |                    |
| - Preceding year quarter  | 73,581                        | (180)                          | 73,401             |
| - Preceding year-to-date  | 220,545                       | (540)                          | 220,005            |
| Basic Earnings per share (sen)  |                               |                                |                    |
| - Preceding year quarter  | 17.95                         | 0.01                           | 17.96              |
| - Preceding year-to-date  | 50.15                         | 0.05                           | 50.20              |

**b) Disclosure of Audit Report Qualification and Status of Matters Raised**

The audit report of the Group's annual financial statements for the year ended 31 December 2002 was not qualified.

The business operations of the Group's leisure and hospitality division are subject to seasonal fluctuations. The results are affected by major festive seasons and holidays.

**d) Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flow**

There has not arisen in the current financial year-to-date of any nature and amount of items affecting assets, liabilities, equity, net income, or cash flows that are unusual because of their nature, size, or incidence.

**e) Material Changes in Estimates**

There were no major changes in estimates of amounts reported in prior interim periods of the current financial period or that of prior financial years.

**f) Changes in Debt and Equity Securities**

There were no issuance, cancellations, repurchases, resale and repayments of debt and equity securities for the current financial year-to-date.

**g) Dividend Paid**

Dividends paid for the current financial year-to-date are as follows :

|  | RM'000        |
|--|---------------|
| Final dividend paid on 30 July 2003 for the year ended 31 December 2002: |               |
| 9.0 sen less 28% tax per ordinary share of RM0.50 each                   | <u>70,751</u> |

**h) Segment Information**

Segment analysis for the financial period ended 30 September 2003 is set out below:

|  | <u>Leisure &amp;<br/>Hospitality</u><br>RM' 000 | <u>Properties</u><br>RM' 000 | <u>Others</u><br>RM' 000 | <u>Eliminations</u><br>RM' 000 | <u>Total</u><br>RM' 000 |
|--|---|------------------------------|--------------------------|--------------------------------|-------------------------|
| <b>Revenue</b>   |   |                              |                          |                                |                         |
| External   | 1,929,189                                       | 4,823                        | 42,430                   | -                              | 1,976,442               |
| Inter segment  | 664   | 4,861                        | 25,869                   | (31,394)                       | -                       |
|  | <u>1,929,853</u>                                | <u>9,684</u>                 | <u>68,299</u>            | <u>(31,394)</u>                | <u>1,976,442</u>        |
| <b>Results</b>   |   |                              |                          |                                |                         |
| <b>Segment profit</b>                                  | 628,041   | 1,884                        | 1,547                    |                                | 631,472                 |
| Interest income  |   |                              |                          |                                | 15,355                  |
| Finance cost   |   |                              |                          |                                | (57,930)                |
| Share of results of associated company                 | 37,335  |                              |                          |                                | <u>37,335</u>           |
| <b>Profit from ordinary activities before taxation</b> |   |                              |                          |                                | 626,232                 |
| Taxation   |   |                              |                          |                                | <u>(175,653)</u>        |
| <b>Profit from ordinary activities after taxation</b>  |   |                              |                          |                                | 450,579                 |
| Minority shareholders' interest                        |   |                              |                          |                                | <u>285</u>              |
| <b>Net profit for the period</b>                       |   |                              |                          |                                | <u>450,864</u>          |

There was no valuation of property, plant and equipment since the last financial year ended 31 December 2002.

**j) *Material Events Subsequent to the end of Financial Period***

Material events subsequent to the interim reporting date as at 30 September 2003:

- (i) Resorts World Limited ("RWL"), an indirect wholly-owned subsidiary of the Company, has on 16 October 2003 given a letter of undertaking to Star Cruises Limited ("SCL"), a 34.99% associated company to provide an irrevocable undertaking to SCL to subscribe for its entire proportionate entitlement pursuant to SCL's Rights Issue ("the Undertaking"). The proportionate entitlement under the Undertaking involves the subscription of up to a total of 121,184,054 new ordinary shares of US\$0.10 each at the subscription price of HK\$2.25 per share costing a total of HK\$272,664,100.
- (ii) RWL has also on 16 October 2003 entered into a sub-underwriting arrangement with JP Morgan Securities Limited to sub-underwrite the public portion of SCL's Rights Issue ("the Sub-underwriting"). The Sub-underwriting will earn a commission of 1% of the total subscription value of the public portion of SCL's Rights Issue. The public portion involves the subscription of up to 52,175,378 ordinary shares of US\$0.10 each at the subscription price of HK\$2.25 per share which amounts to HK\$117,394,600.

Assuming that the whole of the public portion of the rights entitlement is not taken up but is subscribed by RWL pursuant to the sub-underwriting arrangement, the Undertaking and Sub-underwriting will result in RWL subscribing for up to 173,359,432 ordinary shares of US\$0.10 each in SCL for HK\$390,058,700.

The Undertaking and Sub-underwriting arrangements are expected to be completed by the end of 2003.

**k) *Changes in the Composition of the Group***

There have been no material changes in the composition of the Group for the current financial year-to-date.

**l) *Changes in Contingent Liabilities or Contingent Assets***

There were no material changes in the contingent liabilities or contingent assets since the last financial year ended 31 December 2002.

**m) *Capital Commitments***

Capital commitments not provided for in the financial statements as at 30 September 2003 are as follows:

|   | RM'000  |
|---|---------|
| Authorised property, plant and equipment expenditure not provided for in the financial statements : |         |
| - contracted  | 237,619 |
| - not contracted  | 268,050 |
|   | <hr/>   |
|   | 505,669 |
|   | <hr/>   |

## Part II : Compliance with Appendix 9B of the Listing Requirements

1) *Review of Performance*

|  | INDIVIDUAL<br>QUARTER |                  |            | PRECEDING<br>QUARTER |                 | FINANCIAL<br>YEAR TO DATE |                |            |
|--|-----------------------|------------------|------------|----------------------|-----------------|---------------------------|----------------|------------|
|  | 3Q2003<br>RM'Mil      | 3Q2002<br>RM'Mil | %<br>+/-   | 2Q2003<br>RM'Mil     | %<br>+/-        | 2003<br>RM'Mil            | 2002<br>RM'Mil | %<br>+/-   |
| <b>Revenue</b>   |                       |                  |            |                      |                 |                           |                |            |
| Leisure & Hospitality                                      | 667.2                 | 647.7            | +3         | 574.9                | +16             | 1,929.2                   | 1,981.6        | -3         |
| Properties   | 1.7                   | 1.6              | +6         | 1.4                  | +21             | 4.8                       | 4.9            | -2         |
| Proceeds from sale of<br>quoted shares                     | 0.0                   | -                | +100       | 30.7                 | -100            | 30.7                      | 77.7           | -60        |
| Others   | 2.5                   | 2.0              | +25        | 7.2                  | -65             | 11.7                      | 6.0            | +95        |
|  | <u>671.4</u>          | <u>651.3</u>     | <u>+3</u>  | <u>614.2</u>         | <u>+9</u>       | <u>1,976.4</u>            | <u>2,070.2</u> | <u>-5</u>  |
| <b>Profit Before Tax</b>                                   |                       |                  |            |                      |                 |                           |                |            |
| Leisure & Hospitality                                      | 241.5                 | 210.0            | +15        | 177.1                | +36             | 628.0                     | 676.1          | -7         |
| Properties   | 0.5                   | 1.6              | -69        | 0.6                  | -17             | 1.9                       | 3.5            | -46        |
| Others   | (0.1)                 | 5.3              | ->100      | 4.0                  | ->100           | 1.5                       | 1.3            | +15        |
|  | <u>241.9</u>          | <u>216.9</u>     | <u>+12</u> | <u>181.7</u>         | <u>+33</u>      | <u>631.4</u>              | <u>680.9</u>   | <u>-7</u>  |
| Interest income  | 4.4                   | 5.4              | -19        | 5.1                  | -14             | 15.4                      | 11.7           | +32        |
| Finance cost   | (15.0)                | (23.1)           | +35        | (19.8)               | +24             | (57.9)                    | (69.6)         | +17        |
| Share of results of<br>associated company                  | 77.1                  | 70.2             | +10        | (37.3)               | +>100           | 37.3                      | 113.7          | -67        |
| Gain on dilution of<br>investment in<br>associated company | -                     | -                | -          | -                    | -               | -                         | 31.1           | -100       |
| Profit before tax  | <u>308.4</u>          | <u>269.4</u>     | <u>+14</u> | <u>129.7</u>         | <u>+&gt;100</u> | <u>626.2</u>              | <u>767.8</u>   | <u>-18</u> |

The Group registered revenue of RM671.4 million and RM1,976.4 million for the current quarter and the nine months to 30 September 2003 respectively. This is an increase of 3% and decrease of 5% respectively compare to the previous year's corresponding periods' revenue.

The increase in the current quarter is mainly attributable to the better underlying performance in the leisure and hospitality segment as a result of the increase in visitor arrivals. The decrease in revenue for the nine months to 30 September 2003 is mainly due to the lower revenue from leisure and hospitality segment which was affected by the Severe Acute Respiratory Syndrome ("SARS") outbreak in the region during the second quarter of 2003 and the lower proceeds from sale of quoted shares in 2003.

The Group profit before tax for the current quarter and the nine months to 30 September 2003 is RM308.4 million and RM626.2 million respectively, representing an increase of 14% and decrease of 18% respectively compared to the previous year's corresponding periods.

The higher profit for the current quarter is mainly contributed by the leisure and hospitality segment. The lower profit for the nine months to 30 September 2003 is mainly due to the lower share of profit of Star Cruises Limited ("SCL"), an associated company, of RM37.3 million in 2003 compared to RM113.7 million in 2002. There was a gain arising on dilution of investment in SCL of RM31.1 million which arose in the first half of 2002. In addition, the leisure and hospitality segment recorded lower profit for the nine months to 30 September 2003. This is mainly due to the adverse effects of the SARS outbreak in the region during the second quarter of 2003 and higher donations of RM22.5 million made in the first quarter of 2003.

The Group registered a profit before tax of RM308.4 million in the current quarter as compared to RM129.7 million in the preceding quarter.

The higher profit is mainly due to share of profit of SCL of RM77.1 million in the current quarter as compared to share of losses of RM37.3 million in the preceding quarter. Since the outbreak of SARS was under control by the end of second quarter of this year, the leisure and hospitality segment saw an improvement in visitor arrivals. This has contributed to the higher profit in the current quarter as compared to the preceding quarter which was adversely affected by the SARS outbreak.

**3) *Prospects***

In line with the government's continual policy to promote Malaysia as an international tourist destination and barring unforeseen circumstances, the Group's performance is expected to be satisfactory for the remaining period of the year.

**4) *Variance of Actual Profit from Forecast Profit***

The Group did not issue any profit forecast or profit guarantee for the year.

**5) *Taxation***

Taxation charges for the current quarter and current financial year-to-date are as follows:

|  | <u><b>Current<br/>quarter<br/>RM'000</b></u> | <u><b>Current<br/>financial<br/>year-to-date<br/>RM'000</b></u> |
|--|--|---|
| Current Taxation                                 |  |   |
| Malaysian taxation                               | 68,810                                       | 191,159   |
| Foreign taxation                                 | -  | 15  |
| Deferred Taxation                                | (168)  | 678   |
|  | <hr/> 68,642                                 | <hr/> 191,852   |
| Share of tax in associated company               | 755  | 1,675   |
|  | <hr/> 69,397                                 | <hr/> 193,527   |
| (Over)/under provision in respect of prior years |  |   |
| Income taxation                                  | (17,430)                                     | (17,708)  |
| Deferred taxation                                | 313  | (166)   |
|  | <hr/> 52,280                                 | <hr/> 175,653   |

The effective tax rate of the Group for the current quarter before the adjustment of taxation in respect of prior years, is lower than the statutory tax rate mainly due to the share of profit of an associated company which are mainly derived from income not subject to income tax.

The effective tax rate of the Group for the current financial year-to-date before the adjustment of taxation in respect of prior years, is higher than the statutory tax rate mainly due to the non-deductibility of certain expenses for tax purpose.

**6) *Profit on Sale of Unquoted Investments and/or Properties***

The results for the current quarter and current financial year-to-date do not include any profit or loss on sale of unquoted investments and properties which are not in the ordinary course of business.

(a) The dealings in quoted securities for the current quarter and financial year-to-date are as follows:

|                         | <u>Current<br/>quarter<br/>RM'000</u> | <u>Current<br/>financial<br/>year-to-date<br/>RM'000</u> |
|-------------------------|---------------------------------------|--|
| Total purchases at cost | -                                     | -  |
| Total disposal proceeds | 49                                    | 30,706   |
| Total gain on disposals | 48                                    | 5,434  |

(b) The details of the investments in quoted shares excluding associated company, as at 30 September 2003 are as set out below:

|                                   | <u>RM'000</u> |
|-----------------------------------|---------------|
| Total investments at cost         | 7,897         |
| Total investments at book value   | 7,897         |
| Total investments at market value | 26,493        |

#### 8) *Status of Corporate Proposals Announced*

Please refer to Part I note (j) for corporate proposal on Resorts World Limited's participation in Star Cruises Limited ("SCL") Right Issue.

#### 9) *Group Borrowings and Debt Securities*

The details of the Group's borrowings are as set out below:

| As at 30 September 2003                                |           |                             |                       |
|--|-----------|-----------------------------|-----------------------|
|  |           | Foreign<br>currency<br>'000 | RM Equivalent<br>'000 |
| Long-term borrowings                                   | Unsecured | USD 213,000                 | 809,400               |
| Long-term borrowing denominated in<br>Ringgit Malaysia | Unsecured | -                           | 371,870               |
|  |           |                             | 1,181,270             |

The borrowing denominated in Ringgit Malaysia represents loan from holding company, Genting Berhad.

#### 10) *Off Balance Sheet Financial Instruments*

As at 13 November 2003, the Group has the following off balance sheet financial instruments:

##### (a) *Foreign Currency Contracts*

| Currency   | Contract<br>Amounts<br>'000 | Transaction<br>Dates     | Expiry Dates             |
|------------|-----------------------------|--------------------------|--------------------------|
| US Dollars | 4,149                       | 05/03/2003 to 10/11/2003 | 21/11/2003 to 26/04/2004 |

As the above foreign currency contracts are entered into to cover the Group's commitments in foreign currencies, the contracted rates will be used to translate the underlying foreign currency transactions into Ringgit Malaysia. The above contracts are entered into with licensed banks.

Euro Medium Term Notes ("Notes") of SGD100 million which were issued on 26 May 2000 matured on 26 May 2003.

The CCS agreements to convert the SGD Notes into a fixed rate USD liability and which were entered into on 26 May 2000 and 3 August 2000, terminated on 26 May 2003.

**(c) USD Interest Rate Swap ("IRS")**

- (i) Notes for USD26 million which were issued on 16 June 2000 matured on 16 June 2003.

The IRS agreement to fix the interest rate payable on that tranche of the loan and which was entered into on 8 August 2000 terminated on 16 June 2003.

- (ii) On 25 April 2001, the Group had drawdown a loan amounting to USD200 million which was subjected to a floating interest rate based on LIBOR.

Subsequently, the Group entered into IRS agreements as follows:

| Transaction Date | Effective Date of Commencement | Maturity Dates           | Initial Contract Amounts<br>USD '000 | Outstanding Amounts<br>USD '000 |
|------------------|--------------------------------|--------------------------|--------------------------------------|---------------------------------|
| 13 August 2001   | 25 October 2001                | 25/04/2005 to 25/04/2006 | 30,000                               | 24,000                          |
| 16 August 2001   | 25 October 2001                | 25/04/2005 to 25/04/2006 | 30,000                               | 24,000                          |
| 22 August 2001   | 25 October 2001                | 25/04/2005 to 25/04/2006 | 20,000                               | 16,000                          |
| 30 August 2001   | 25 October 2001                | 25/04/2005 to 25/04/2006 | 20,000                               | 16,000                          |
| 08 May 2002      | 25 July 2002                   | 25/04/2005               | 10,000                               | 10,000                          |
| 08 May 2002      | 25 July 2002                   | 25/04/2006               | 10,000                               | 10,000                          |
| 24 July 2003     | 25 October 2003                | 25/04/2005               | 30,000                               | 30,000                          |
| 24 July 2003     | 25 October 2003                | 25/04/2006               | 30,000                               | 30,000                          |

The above swaps effectively fix the interest rate payable on that tranche of the loan from the respective effective dates of commencement of contracts and up to their respective maturity dates as set out above.

- (iii) On 27 November 2002, the Group had drawdown a loan amounting to USD53 million which was subjected to a floating interest rate based on LIBOR.

Subsequently, the Group entered into IRS agreements as follows:

| Transaction Date | Effective Date of Commencement | Maturity Dates           | Contract Amounts<br>USD '000 |
|------------------|--------------------------------|--------------------------|------------------------------|
| 11 June 2003     | 27 May 2003                    | 29/11/2004 to 27/11/2007 | 25,468                       |

The Group intends to enter into further interest rate swaps to manage the group's exposure to interest rate fluctuations for the remaining portion of the loans amounting to USD27.5 million.



that the possibility of non-performance by these financial institutions is remote on the basis of their financial strength.

The Group uses derivative financial instruments including interest rate swap and currency swap agreements in order to limit the Group's exposure in relation to its underlying debt instruments resulting from adverse fluctuations in interest rates or foreign currency exchange rates and to diversify sources of funding. The related interest differentials under the swap agreements are recognised over the terms of the agreements in interest expense. The underlying foreign currency liabilities, which have been effectively hedged by currency swap agreements, and designated as a hedge, were translated in the respective hedged currencies, at their contracted rates.

# 11) *Changes in Material Litigation*

There are no pending material litigations as at 13 November 2003.

# 12) *Dividend Proposed or Declared*

- (a) No dividend has been proposed or declared for the current quarter ended 30 September 2003.
- (b) Total dividend payable for the current financial year-to-date was an interim dividend of 8.5 sen per ordinary share of 50 sen each, less 28% tax and which was paid on 27 October 2003.

# 13) *Earnings per share ("EPS")*

- (a) The earnings used as the numerator in calculating basic and diluted earnings per share for the current quarter and financial year-to-date are as follows:

|  | <u>Current<br/>quarter<br/>RM'000</u> | <u>Current<br/>financial<br/>year-to-date<br/>RM'000</u> |
|--|---------------------------------------|--|
| Net profit for the period<br>(used as numerator for the computation of Basic and<br>Diluted EPS) | 256,202                               | 450,864  |

- (b) The weighted average number of ordinary shares used as the denominator in calculating basic and diluted earnings per share for the current quarter and financial year-to-date are:

|   | <u>Current<br/>quarter<br/>Number of<br/>shares</u> | <u>Current<br/>financial<br/>year-to-date<br/>Number of<br/>shares</u> |
|---|---|--|
| Weighted average number of ordinary shares in issue<br>(used as denominator for the computation of Basic EPS)   | 1,091,843,334                                       | 1,091,843,334  |
| Adjustment for share options granted under Tranche 2 of<br>the New ESOS to executives                           | 37,130  | 23,834   |
| Weighted average number of ordinary shares in issue<br>(used as denominator for the computation of Diluted EPS) | 1,091,880,464                                       | 1,091,867,168  |

As at 30 September 2003, the Company has 100,000 and 1,027,000 unissued ordinary shares outstanding under the previous executive share option scheme ("previous ESOS") and the new executive share option scheme ("new ESOS") respectively. The previous ESOS was implemented on 26 September 1989 which expired on 25 September 1994, with options expiring on 22 September 2004 ("outstanding options"). The new ESOS became effective on 12 August 2002 for a duration of ten years expiring on 11 August 2012. The eligible executives of the Group who hold the outstanding options of the previous ESOS are allowed to participate in the new ESOS provided they surrender their outstanding options before the participation.

**TAN SRI LIM GOH TONG**  
**Chairman**  
**RESORTS WORLD BHD**

20 November 2003